



Economic Expansion & Infrastructure Council

Action Packet

**August 29, 2007
9:00 am – 4:00 pm
404 House Office Building**

**Marco Rubio
Speaker**

**Rep. Dean Cannon
Chair**

COUNCIL MEETING REPORT
Economic Expansion & Infrastructure Council
8/29/2007 9:00:00AM

Location: 404 HOB

Attendance:

	<i>Present</i>	<i>Absent</i>	<i>Excused</i>
Dean Cannon (Chair)	X		
Gary Aubuchon	X		
Susan Bucher	X		
Edward Bullard	X		
Joyce Cusack	X		
Don Davis			X
Mike Davis			X
Keith Fitzgerald	X		
Richard Glorioso	X		
Doug Holder	X		
Dorothy Hukill			X
Peter Nehr	X		
Pat Patterson	X		
William Proctor	X		
Betty Reed	X		
Totals:	12	0	3

Committee meeting was reported out: Wednesday, August 29, 2007 2:19:41PM

COUNCIL MEETING REPORT
Economic Expansion & Infrastructure Council
8/29/2007 9:00:00AM

Location: 404 HOB

Workshop

Budget workshop in anticipation of potential special session.

Appearances:

Cliff Nilson (At Request Of Chair) - Proponent

VISIT FL

2540 W. Executive Center Circle

Tallahassee FL 32301

Phone:205-3813

Craig Fugate (At Request Of Chair) - Proponent

FL Division of Emergency Management

2555 Shumond Oak Blvd.

Tallahassee, FL 32399-2100

Phone:413-9969

John Adams (At Request Of Chair) - Proponent

Enterprise Florida

Tallahassee FL 32301

Kurt S. Browning (At Request Of Chair) - Proponent

Department of State

Tallahassee FL 32399

Phone:245-6500

LeeAnn Korst (At Request Of Chair) - Proponent

Chief of Staff, Department of Highway Safety & Motor Vehicles

2900 Apalachee Parkway

Tallahassee FL 32399

Phone:617-3100

Michelle Ramsey (At Request Of Chair) - Proponent

OTTED

400 S. Monroe St., Ste. 2001

Tallahassee FL 32301

Phone:487-2568

Mike Richardson (At Request Of Chair) - Proponent

Asst Sec., Department of Community Affairs

2555 Shumard Oak Blvd.

Tallahassee FL 32399

Phone:922-1600

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Monecia Brown (At Request Of Chair) - Proponent

Agency for Workforce Innovation

107 E. Madison St.

Tallahassee FL 32301

Phone:245-7108

Stephanie Kopelousos, Secretary (At Request Of Chair) - Proponent

Department of Transportation

605 Suwannee St., MS-57

Tallahassee FL 32399-0450

Phone:414-5205

Steve Auger (At Request Of Chair) - Proponent

FL Housing Finance Corp.

227 N. Bronough St., Ste. 5000

Tallahassee FL 32301

Phone:488-4197

Tom Pelham, Secretary (At Request Of Chair) - Proponent

Department of Community Affairs

2555 Shumard Oak Blvd.

Tallahassee FL 32399

Phone:922-1600

Warren Eldridge (At Request Of Chair) - Proponent

Assn. Early Learning Coalition

3111 S. Dixie Highway

West Palm Beach FL 33405

Phone:(561)214-8000

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Summary: No Bills Considered

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Enterprise Florida – Return on Investment 2006-07

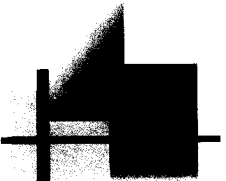
The bottom line number for the state's ROI, based upon dollars of additional tax revenue per dollar of public investment in Enterprise Florida, shows a 5.24:1 return. In other words, Florida received a return of \$5.24 for each dollar invested in Enterprise Florida activities in fiscal year 2006-07. In contrast to fiscal year 2005-06, this represents a **fifty percent increase** over last year's \$3.49:1 return on investment. The estimated ROI based solely upon the Enterprise Florida operating budget (exclusive of incentives) comes out to \$14.94 per dollar invested.

In summary, here is Ernst & Young's analysis:

- Economic development related to Enterprise Florida programs resulted in 50,794 ongoing statewide new or retained jobs in fiscal year 2006-07, a nine percent increase from last year's 46,601 jobs. In addition, investment spending on new construction and equipment added another 14,223 jobs during the one year investment period, up more than 2000 from last year.
- The higher level of employment and export activity facilitated by Enterprise Florida activities in the fiscal year added just over \$2.7 billion to Florida's labor income, consistent with last year's result.
- The economic growth generated by Enterprise Florida's activities resulted in an increase of \$182.2 million to Florida's state and local tax revenues, reflecting a 15 percent increase over last year's \$158.4 million.
- The estimated ROI based solely upon the Enterprise Florida operating budget (exclusive of incentives) comes out to \$14.94 per dollar invested. Enterprise Florida's operating budget has remained flat at \$12.2 million, a mere .01 percent (one one-thousandth) of the state's overall budget, and yet through its activities it contributes \$182.2 million to state and local tax revenues and \$3.8 billion to Florida's gross state product -- an exceptional return on investment.

Agency for Workforce Innovation

FY 07-08 Reduction Exercise



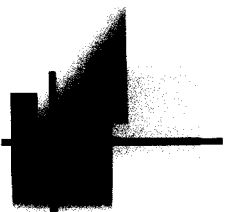


Reduction Targets

Reduction targets for AWI are as follows:

- \$17,588,121 General Revenue
- \$38,092,052 Trust Funds
- \$21,003,974 Welfare Transition TF (TANF)

\$76,684,147 Total

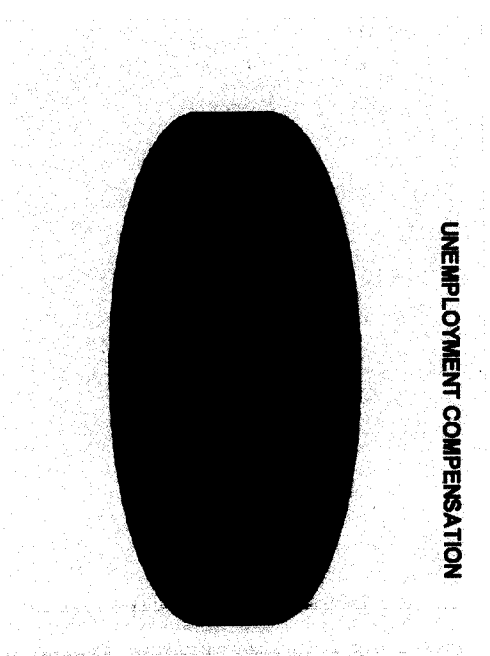
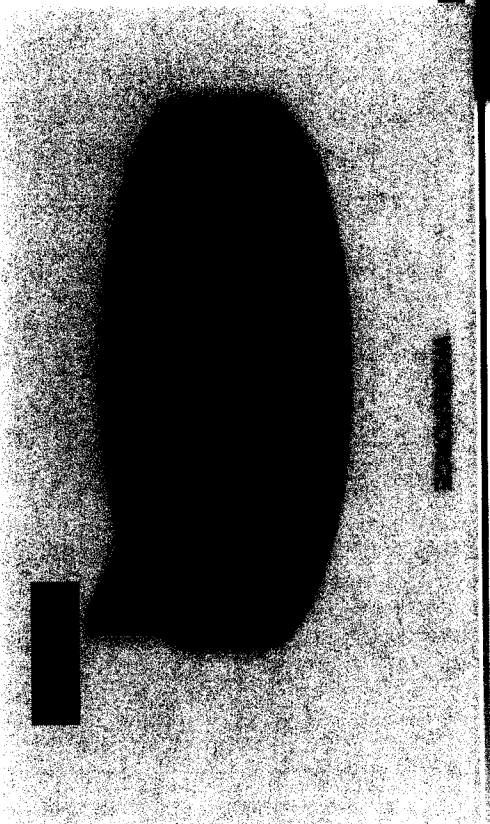


Guiding Principles

AWI's guiding principles for this exercise were to:

1. Limit the disenrollment of program participants.
2. Retain the ability to draw down federal funding.
3. Maintain the Agency's ability to effectively and efficiently deliver services now and in the future.

AWI Funding Overview



UNEMPLOYMENT COMPENSATION

EARLY LEARNING



General Revenue Reduction

■ Administrative Support:	
■ Salaries and Benefits	\$ 84,000
■ Expenses	\$ 20,000
■ Other Capital Outlay	\$ 4,600
■ Contract Services	<u>\$ 35,000</u>
■ Subtotal	\$143,600



General Revenue Reduction

■ Workforce Services:	
■ Salaries and Benefits	\$ 49,081
■ Expenses	\$ 12,429
■ Connections Job Develop.	\$ 80,000
■ Displaced Homemakers	\$ 23,676
■ Citizen Soldier	\$220,000
■ WFI Operations	<u>\$280,000</u>
■ Subtotal	\$665,186



General Revenue Reduction

- Office of Early Learning:
 - Salaries and Benefits \$ 900,000
 - Expenses \$ 24,000
 - Early Learning Info System (ELIS) \$ 1,500,000
 - School Readiness Program \$14,355,335
- Subtotal \$16,779,335

Total General Revenue target reduction \$17,588,121



General Revenue Reduction

- Major Impacts
 - 5,422 School Readiness children disenrolled
 - Unable to draw down \$7.1 million of available federal funding for the School Readiness Program due to reduced state match funding
 - Connections Job Development Program eliminated
 - Citizen Soldier Program reduced to \$30,000



Trust Fund Reduction

- AWWI proposes reducing the Office of Early Learning funding based on anticipated reversions in the Voluntary PreKindergarten Program (VPK).
- Meets objective with no impact on service delivery.
- \$38,092,052 - Target reduction amount.



Welfare Transition (TANF) Reduction

- AWT proposes the following reductions:
 - \$364,901 in state-level funding
 - \$11,164,188 in funding for the School Readiness Program
 - \$9,474,885 in funding to Regional Workforce Boards (RWBs)
- Potential impacts:
 - More than 2,800 children will be disenrolled from School Readiness Programs.
 - Approximately 27,000 recipients of transitional employment services will return to TANF cash assistance.
- \$21,003,974 – Target reduction amount



Contact Information

- Monesia Brown – Director
245-7298
- David Dobbs – Budget Director
245-7119